

NASDAQ Symbol **USMX** (Incl. in Nat'l Market) (Eligible for purchase on margin)

Price	Range	P-E Ratio	Dividend	Yield	S&P Ranking	Beta
Jul. 31'92	1992					
2%	2½-1½	24	None	None	B-	0.18

Summary

This company is involved in the exploration, development and production of gold properties in the western U.S. USMX has a strong balance sheet, with zero long term debt at year-end 1991. Following lower profits in 1991, a small net loss was sustained for the first quarter of 1992, primarily due to a reduced level of gold sold. Pegasus Gold Inc. owns over 30% of USMX.

Business Summary

USMX (formerly U.S. Minerals Exploration Company) explores, develops, and operates gold properties in the western U.S. As of year-end 1991, all of the company's producing properties were located in White Pine County, Nev., and the company's principal mining property was the Alligator Ridge property.

Total gold produced (in thousand oz.) by the company, average cash cost of production per oz., total gold sold (in thousand oz.), and average price realized per oz. in recent years:

	1991	1990
Gold produced	42.3	41.3
Average cost	\$258	\$220
Gold sold	43.8	34.8
Average price	\$376	\$413

Alligator Ridge (acquired in 1990) produced over 17,000 oz. of gold in 1991 (mostly from re-leaching of existing heaps) at an average cash cost of \$179 per oz. A study initiated in mid-1991 identified a total reserve of about 2,731,000 tons, grading 0.038 oz. of gold per ton. Plans called for continuing the re-leaching of the Alligator Ridge Mine, with production projected by USMX at 10,500 oz. of gold at an estimated average cash cost of \$244 per oz.

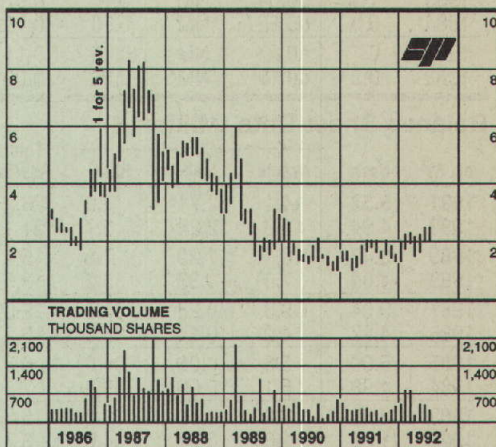
The Green Springs mine produced 4,984 oz. of gold during 1991 at an average cash cost of \$90 an oz. All production was from re-leaching of heaps. Plans for 1992 called for final reclamation of this property.

Montana Tunnels is an open-pit mine (near Helena, Mont.) operated by Pegasus Gold Inc. USMX receives royalties from this mine which amounted to \$720,000 in 1991.

Per Share Data (\$)

Yr. End Dec. 31 ¹	1991	1990	1989	1988	1987	1986	1985	² 1984	1983	1982
Tangible Bk. Val.	1.34	1.25	1.03	0.86	0.85	0.50	0.53	0.59	0.50	0.38
Cash Flow	0.30	0.33	0.29	0.08	d0.07	NA	0.01	0.01	d0.03	d0.01
Earnings ³	0.13	0.17	0.15	Nil	d0.10	⁴ d0.03	Nil	Nil	d0.05	Nil
Dividends	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Payout Ratio	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Prices—High	2	2½	6	5%	8¼	4½	3%	3%	5%	6%
Low	1	1	1%	3	3%	1%	1½	1½	1%	¾
P/E Ratio—	16-8	17-6	40-9	NM	NM	NM	NM	NM	NM	NM

Data as orig. reprinted. Adj. for one-for-five reverse split Nov. 1986. 1. Prior to 1986, yrs. ended May of fol. cal. yr. 2. Refl. merger or acq. 3. Bef. results of disc. ops. of -0.01 in 1986, -0.07 in 1985 and spec. items of +0.01 in 1991, +0.05 in 1990 and +0.03 in 1989. 4. Seven mos. NA-Not Available. d-Deficit. NM-Not Meaningful.



Development properties at year-end 1991 included four projects: Yankee; South Casino Poker Flats; East Bida/Galaxy; and West Bida/Top.

The primary focus of reconnaissance and acquisition efforts in 1991 was in the western U.S. However, USMX diversified its exploration focus in 1991 to include both British Columbia and Mexico.

Important Developments

Jun. '92— USMX said that its Yankee Mine poured its first gold on June 24. Reserves were estimated at two million tons of ore at a grade of 0.045 oz. of gold per ton. USMX expected that about 70,000 oz. of gold would ultimately be produced from this reserve, with 15,000 oz. anticipated in 1992 and an average of 21,000 oz. per year projected over the next three years.

Next earnings report expected in mid-August.

Income Data (Million \$)

Year Ended Dec. 31 ¹	Oper.		% Oper.		Depr.	Int. Exp.	⁵ Net Bef. Taxes	Eff. Tax Rate	⁶ Net Inc.	% Net Inc. of Revs.	Cash Flow
	Revs.	Inc.	Revs.	Cap. Exp.							
1991	17.2	4.53	26.3	6.14	2.34	NM	2.57	26.5%	1.89	11.0	4.23
1990	14.9	4.24	28.4	6.09	2.20	0.04	3.15	26.8%	2.30	15.4	4.51
1989	14.2	4.07	28.7	1.79	1.94	0.02	2.54	19.4%	2.05	14.4	3.99
1988	5.4	0.65	12.2	5.21	1.13	0.01	d0.06	Nil	d0.06	NM	1.07
1987	0.3	d1.45	NM	1.89	0.34	Nil	d1.31	Nil	d1.31	NM	d0.97
^{2,3} 1986	Nil	d0.55	NM	0.42	0.03	Nil	d0.32	Nil	d0.32	NM	NA
³ 1985	Nil	d0.64	NM	0.15	0.07	Nil	d0.10	Nil	d0.10	NM	0.17
⁴ 1984	0.3	d0.32	NM	0.90	0.18	Nil	d0.10	Nil	d0.10	NM	0.09
1983	0.1	d0.37	NM	0.43	0.11	Nil	d0.39	Nil	d0.39	NM	d0.29
1982	0.2	d0.13	NM	0.26	0.09	Nil	d0.35	NM	d0.19	NM	d0.11

Balance Sheet Data (Million \$)

Dec. 31 ¹	Cash	Assets	Curr. Liab.	Ratio	Total Assets	% Ret. on Assets	Long Term Debt	Common Equity	Total Cap.	% LT Debt of Cap.	% Ret. on Equity
1991	5.52	14.1	2.71	5.2	26.2	7.7	Nil	20.1	22.0	Nil	9.8
1990	4.94	12.8	2.24	5.7	21.1	12.5	Nil	17.4	17.4	Nil	14.5
1989	6.47	10.1	1.29	7.8	15.7	14.1	Nil	14.3	14.3	Nil	15.7
1988	4.09	7.0	1.33	5.2	13.5	NM	0.2	11.8	12.0	1.7	NM
1987	9.04	9.3	0.28	33.0	12.0	NM	Nil	11.7	11.7	Nil	NM
1986	4.87	4.9	0.14	35.0	6.2	NM	Nil	6.0	6.0	Nil	NM
1985	5.50	5.6	0.06	94.0	6.5	1.5	Nil	6.5	6.5	Nil	1.5
1984	4.98	5.1	0.06	89.0	7.0	NM	Nil	6.9	6.9	Nil	NM
1983	3.06	3.2	0.10	33.0	5.3	NM	Nil	5.2	5.2	Nil	NM
1982	1.53	1.6	0.01	264.0	3.7	NM	Nil	3.7	3.7	Nil	NM

Data as orig. repled. 1. Prior to 1986, yrs. ended May of fol. cal. yr. 2. Seven mos. 3. Excl. disc. ops. 4. Refl. merger or acq. 5. Incl. equity in earnings of nonconsol. subs. 6. Bef. spec. items in 1990, 1989. d-Deficit. NM-Not Meaningful. NA-Not Available.

Revenues (Thousand \$)

Quarter:	1992	1991	1990	1989
Mar.	2,716	3,566	3,404	3,045
Jun.		3,366	1,905	4,102
Sep.		5,181	4,439	4,218
Dec.		4,348	6,230	3,300
		16,461	15,978	14,665

For the first quarter of 1992, sales fell 24%, year to year, primarily reflecting a reduced volume of gold sold, and to a lesser extent decreased gold prices. The lower sales led to a loss from operations of \$506,000, in contrast to a profit of \$151,000. Following larger other income, the pretax loss amounted to \$202,000, against a profit of \$404,000. After a tax credit, versus taxes at 25.0%, the net loss was \$146,000 (\$0.01 a share), against net income of \$303,000 (\$0.02).

Common Share Earnings (\$)

Quarter:	1992	1991	1990	1989
Mar.	d0.01	0.02	0.02	0.01
Jun.		0.02	0.01	0.04
Sep.		0.02	0.10	0.10
Dec.		0.08	0.08	Nil
		0.13	0.21	0.15

Dividend Data

No cash has been paid.

Finances

In its annual report for 1991, the company said it expected to have sufficient cash from its existing cash balances, cash flows from operations, and anticipated bank borrowing capacity to fund planned capital expenditures, and to support operations, an exploration budget of about \$2 million and other corporate activities.

In November 1991, USMX received \$2.5 million of cash from the issuance of one million shares of common stock.

In May 1990, USMX acquired the Alligator Ridge mine for \$1.8 million and certain liabilities plus a royalty obligation payable to one of the former owners.

Capitalizaiton

Long Term Liabs: \$1,623,000 (3/92).

Common Stock: 14,954,317 shs. (\$0.001 par).

Pegasus Gold Inc. controls about 32%.

Shareholders of record: 4,901.